

M/003/0060  
Incoming  
CC Lynn  
Task 3630

Rec'd  
9/15/10

State of Utah

Department of Natural Resources

Paul Baker

Mining Program Manager

9-12-10

Dear Sir:

I would like to respond to your fee schedule for the renewed bond you have requested. There are several areas in the Reclamation Surety Estimate that I would like to draw your attention to. I & P Investments own 320 acres where the Green Peak quarry is located.

1 - Safety gates and signs—they do not exist—we have not been allowed to gate this area due to public access on the BLM surface.

<\$600>

2 - Haul and replace growth medium—this surface was mainly rock. See attached photos before we started. There was little soil because of the rock and how hard the wind blows. We are at the top of the peak.

<\$16,960>

3 - Composted manure- there was very little growing here when we started. Grace Jensen originally looked at this site before mining and there was no mention of imported materials to reclaim this site.

<\$1750>

4 - Remove culvert---does not exist

<\$114>

5 - Remove rip rap---does not exist

<\$114>



6 - Regrade-side cast material—we purchased these 320 acres with a road intact. This has been public and our access to our property. I do not have a problem reclaiming our mine but I do not want to remove the access to our property.

<\$22,810

7 - Composted manure - see #6 <\$1050>

8 - seeding --see #6 <\$840>

9 - Manure--see #3 <\$595>

10 - Manure—see #3 <\$175>

11 - Manure—see#3 <\$770>

12 - General site cleanup—this has already been charged in lines 2, 3 and 4 at the top of the page for \$3685.

<\$620>

13 - Equipment Mobe is very high- I have and operator with equipment in Park Valley who will do this work.

<\$10,000>

Subtotal

<\$56,398>

14 - I do not understand the amount of reclaim supervision, 10% conting, Escalation and the 3% Bond Maintenance Fee???? These compounding factors seem excessive.

Dennis Jorgensen is delivering letter and photos. Dennis was the last miner on site and is familiar with the permits and the Grace Jensen discussions.



I am currently working in Vancouver BC but can be available by phone to discuss this.

Michael Pauletto

Managing Member of I & P Investments



